

5/023/01/2 CC: Wayne Task: 5322

RECEIVED

FEB 2 2 2013

February 21, 2011

DIV. OF OIL, GAS & MINING

Utah Department of Natural Resource/ Division of Oil, Gas and Mining 1594 W. North Temple PO Box 145801 Salt Lake City, Utah 84114-5801

Ref: Amend Form MR-SMO and Replace Operations Map of West Desert Mine located in JUAB COUNTY

Operator: Zadok Ventures LLC File Number: M/023/067, RDS 502

Please find enclosed form MR-REV-SMO (DOGM\_ Revise/Amend Change Form). Our intent is to replace the following pages of Form MR-SMO of Notice of Intent to Commence Small Mining Operations or Exploration; Page 3 of 7, Page 4 of 7, and Page 6 of 7. We are also replacing Map of Operations.

We hope that you will find everything in order.

Operator:
Zadok Ventures LLC
PO Box 681271
Houston, Texas 77268
Contacts: Colby Sanders/Eric Lewis

Consultants of Project: Creatavation 1213 Eagle Way Fruit Heights, Utah 84037 Contacts: Sergio Salgado/Don Foot

If you have any questions, please call me, Sergio Salgado, at 801-404-1700. Thank you for your assistance in this matter.

Sincerely,

Sergio Salgado



Form MR-REV-SMO (DOGM – Revise/Amend Change Form) (Revised November 21, 2006)

DIV. OF OIL, GAS & MINING

# Application to Revise a Notice of Intention to Commence Small Mining Operations or Exploration

				5/023/0112
Mine Name:				umber: E or M/ /
WEST DESERT MINE			<b>∠M/02</b> 3	067, RDS 502
all maps	detailed listing and drawings th numbers as part	at are to be a	added, replaced, or remove	required as a result of this change. Individually list ed from the Notice. Include page, section and
		DETAIL	ED SCHEDULE OF CHA	
ADD	REPLACE	REMOVE	Description of map, text	, or materials to be changed
0	0	0	Form MR-SMO Page 3 o	of 7
0	0	0	Form MR-SMO Page 4 of 7	
0	0	0	Form MR-SMO Page 6 of 7	
0	0	0	Operation Map	
0	0	0	General Lo	cation Map
0	0	0		
0	0	0		
0	0	0		
0	0	0	med at	
application	on is true and on the to commitment the commitment of the commitme	correct to th	e best of my information	and that the information contained in this and belief in all respects with the laws of Utah in Manager
			Date	
Return t	o: State of Utah Division of O Attn: Minera 1594 West N Box 145801	il, Gas and M ls Regulatory	Program	FOR DOGM USE ONLY File #: M/ / Approved: Bond Adjustment: from (\$)

Form MR-SMO (Revised July 25, 2012)

1.

Assigned DOG	M File No	:: \$102310112
Permit Fee \$	sorojne	Ck#
	. I/: E	322

# STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291 Fax: (801) 359-3940

### NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The information requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program (R647). The rules and Act are available online at <a href="http://www.rules.utah.gov/publicat/code/r647/r647.htm">http://www.rules.utah.gov/publicat/code/r647/r647.htm</a> and http://le.utah.gov/~code/TITLE40/40\_08.htm.

Cultural Resources Survey: To fulfill its obligations under Utah Code Annotated 9-8-404, the Division needs cultural resource (archaeology) information. The amount and type of information required will depend on the mine location, the history of previous disturbance, and other factors. Please contact the Division for further information.

A permit fee of \$150 must accompany this application (Utah Code Ann. §40-8-7(1)(i)) and is due annually.

"Small Mining Operations" are operations which have a disturbed area of ten or fewer surface acres at any time in unincorporated areas, or five acres or fewer in incorporated areas.

	*****	* *	
9	GENERAL INFORMATION (Rule R647-3-104	4)	RECEIVED
	Name of Mine: West Desert Mine		FEB 2 2 2013
.A.	Name of Entity Applying for a Permit: Zadok V Contact (Authorized Officer): Eric Lewis	entures, LLC.	WW. OF OIL, GAS & MINING
	Mailing Address: PO Box 681271		
	City, State, Zip: Houston, Texas 77268		
		Fax: 281-587-2662	
	E-mail Address: elewis@precisionsiteworks.co	om	
, p	Entity is a: () Corporation, (X) LLC, ( () Partnership (General, orlimited), ( Business Entity (not individuals) must be re State of Utah, Division of Corporations (DO www.commerce.utah.gov to renew or apply. Are you currently registered to do business in	) Other (specify type) _ egistered (and maintain C) if not currently registe	registration) with the red, contact
2.B.		the State of Stant: (X)	163 () 110
	Business Entity #: 8384805-0161 Local Business License #:	(if require	ed)
	Issued by: County:	or City:	
	Registered <u>Utah</u> Agent (as identified with the Uname: Capital Corporate Services Address: 2005 E. 2700 South Suite 200 City, State, and Zip: Salt Lake City, UT. 84109	Utah DOC) <i>(if individual le</i> Title: Regist	eave blank):

E-mail Address: aali@capitalservices.com

Name Oama	Title:
Name: Same	
City, State, Zip:Phone:	Fax:
Phone: Emergency, Weekend, or Holiday Phone	
E-mail Address:	
	Title:
Address:	
City, State, Zip:Phone:	_ Fax:
Emergency, Weekend, or Holiday Pho E-mail Address:	ne:
3. If Business is a Sole Proprietor (dba) or Inc	dividual:
Name of Owner:	THIC.
City, State, Zip:	
Phone:	Fav:
E-mail Address:	_ T dx.
If Business is a Corporation:	
Name of Officers:	Title:
Name:	
Name:	
Name:	
City, State, Zip:	
Phone:	_ Fax:
E-mail Address:	
If Business is a Limited Liability Company Name of 1 <sup>st</sup> Member/Manager: Eric Lewis	<ul> <li>Member Managed ( X ) Manager Managed ( )</li> <li>Title: General Manager</li> </ul>
Business Address: PO Box 681271	
City, State, Zip: Houston, Texas 77268	
Phone: 281-580-7483	Fax: 281-587-2662
E-mail Address: elewis@precisionsitework	ks.com
Name of 2 <sup>nd</sup> Member/Manager: Brent Cavazoz Business Address: PO Box 681271	Title: Manager
City, State, Zip: Houston, Texas 77268 Phone: 281-580-7483 E-mail Address:	Fax: 281-587-2662
If Business is a Partnership:  Names of Partners:	
Business Address:	
City, State, Zip:	
Phone:	Fax:
E-mail Address:	
If Business is a Partnership:	
Names of Partners:	
City, State, Zip:	
Oity, Otato, Zip.	
Phone: E-mail Address:	Fax:

UTM East:

## 5. Ownership of Land Surface: Private (Fee) (\_\_) BLM (X) US Forest Service (\_\_) State Trust Land/School Sections (\_\_) State Sovereign Lands (\_\_) Other (please describe): BLM Fillmore Field Office; 95 E. 500 N. Fillmore, UT. 84631 Name \_\_\_\_\_ Address \_\_\_\_\_ Name Address \_\_\_\_ Name \_\_\_\_\_ Address \_\_\_\_\_ Address Name Ownership of Minerals: Private (Fee) (\_\_) BLM (X) US Forest Service (\_\_) State Trust Land/School Sections (\_\_) State Sovereign Lands (\_\_) Other (please describe): BLM Fillmore Field Office; 95 E. 500 N. Fillmore, UT. 84631 Name \_\_\_\_\_ Address \_\_\_\_\_ Name \_\_\_\_\_ Address \_\_\_\_\_ Name \_\_\_\_\_ Address \_\_\_\_ Name Address BLM Claim Number(s): RI-35.002 (UMC418651) Utah State Lease Number(s): BLM/USFS Lease or Project File Number(s): Name of Lessee(s): 7. Have the above surface and mineral owners been notified in writing? Yes: X If no, why not? 8. Does the Entity have legal right to enter and conduct mining operations on the land covered by this notice? Yes X No What is the pre-mining land use, i.e. cropland, grazing, wildlife habitat? Recreation and silica sands extraction What is the postmining land use? Recreation Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration prior to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements. PROJECT LOCATION & MAP (Rule R647-3-105) 11. 1. Project Location & Map (legal description): County(ies): Juab County, (please also see attached) Notice of Location; Maps

Name of Quad Map for Location: Nearest Quad: Desert Mtn. Pass. No Quad map was available for actual mine site.

(if known) UTM North:

(If known)

2.	Is the project within an incorporated area? () Yes (X) No				
3.	If yes, what is the town or city?				
	a. The <u>general location map</u> must be the scale of a USGS 7.5 minute series map or equivalent (1"=2000') and identify new or existing access roads.				
	<ul> <li>b. The operations map (1"=200' or other scale as determined necessary by the Division) must be labeled and identify: <ol> <li>The area to be disturbed;</li> <li>The location of any existing or proposed operations including access roads, drill holes, trenches, pits, shafts, cuts, or other planned activities; and</li> <li>Any adjacent previous disturbance for which the operator is not responsible.</li> </ol> </li> </ul>				
	(Contact the Division for a list of consultants and land surveyors for mapping assistance.)				
4.	4. The proposed (5 acre or less) disturbed area (including access/haul roads) should be marked OI THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye.				
m.	OPERATION PLAN (Rule R647-3-106)				
1.	용경계 등록하는 1000대 경기 등에 시간하여 문제 되었다. 전에 가게 되었다면 하는 100대 전 10				
2. 3.					
4.	Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes ( X ) No ( ) If yes, please describe (add extra pages if needed): Water will be used for Gravity Separation process (off-site)				
5.	Provide a brief <b>description of the proposed mining operation</b> , and onsite processing facilities (add extra pages if necessary).				
	Material will be extracted via open-pit methods, which include blasting and hauling material with excavation-type equipment. There will be no on-site processing.				
6.	() New Road(s): Length(ft), Width(ft)				
7.	(X) Improved Road(s): Describe improvements that need to be made to existing roads to access the site, including the Length <u>560</u> (ft) and Width <u>20</u> (ft) of new disturbances. The access road from Golden Hwy to the mine site (total length of 560 ft) needs to be widened to 20 ft in order to provide safe passing for trucks hauling material off site.				
8.	Total project surface acreage to be disturbed: 10 (acres) PLEASE SPECIFY EXACT ACREAGE (this will be used to determine surety bond amount – see #VI).				

9. Proposed startup date (month, year): 3/2013
10. Proposed completion, if known (month, year): 3/2020

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### IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover or within practical limits. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining. Please refer to The Practical Guide to Reclamation in Utah, available at:: https://fs.ogm.utah.gov/pub/MINES/Coal\_Related/RecMan/Reclamation\_Manual.pdf.

- Keep the mining operation in a safe, clean, and environmentally stable condition. 1.
- Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry. 2.
- Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged 3. in the subsurface to prevent aquifer contamination.
- Construct berms, fences, or barriers, when needed, above highwalls and excavations. 4.
- Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state 5. regulations.
- Remove all waste or debris from stream channels. 6.
- 7. Dispose of any trash, scrap metal, wood, machinery, and buildings.
- Conduct mining activities so as to minimize erosion and control sediment. 8.
- 9. Reclaim all roads that are not part of a permanent transportation system.
- 10. Stockpile topsoil and suitable overburden prior to mining.
- 11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
- 12. Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.
- 13. Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)
- 14. Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.

Page 6 of 7

V. VARIANCE REQUEST (Rule R647-3-110)

Any variance must be approved writing in advance by the Division

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above (see IV. Operation and Reclamation Practices Item # 1-14), should be identified below listing applicable rule number. Give justification for the variance(s) and alternate methods or measures to be utilized to meet the intent of the rule. Written approval from the Division will be given, if the proposed alternative methods to be used are consistent with the Act.

Are variances being requested? Yes () No ( X )		
Variance Red	quested	
Item # Justification:	Applicable Rule	
Alternate me	thods or measure to be utilized:	

Attach additional page(s) if more variances are requested.

VI. SURETY (Utah Code Ann. §40-8-7(1)[c])

A reclamation contract and surety must be provided to and approved by the Division prior to commencement of operations. No surface disturbance is authorized until the surety is posted and approved in writing. The surety may be provided in the form of a certificate of deposit, a letter of credit, a surety bond, or cash. Please contact the Division for further information about submitting the surety. All mining operations are required to furnish and maintain reclamation surety to guarantee that the land affected is reclaimed (Utah Code Ann. §40-8-7(1)[c]).

The reclamation surety amount is based on the nature, extent and duration of operations. The amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions. Reclamation surety for small mines is reviewed every three (3) or five (5) years and adjusted as necessary for inflation/deflation based upon acceptable Costs Index. Contact the Division for the dollar amount required for a three (3) or five (5) year period for this project.

### VII. SIGNATURE REQUIREMENT

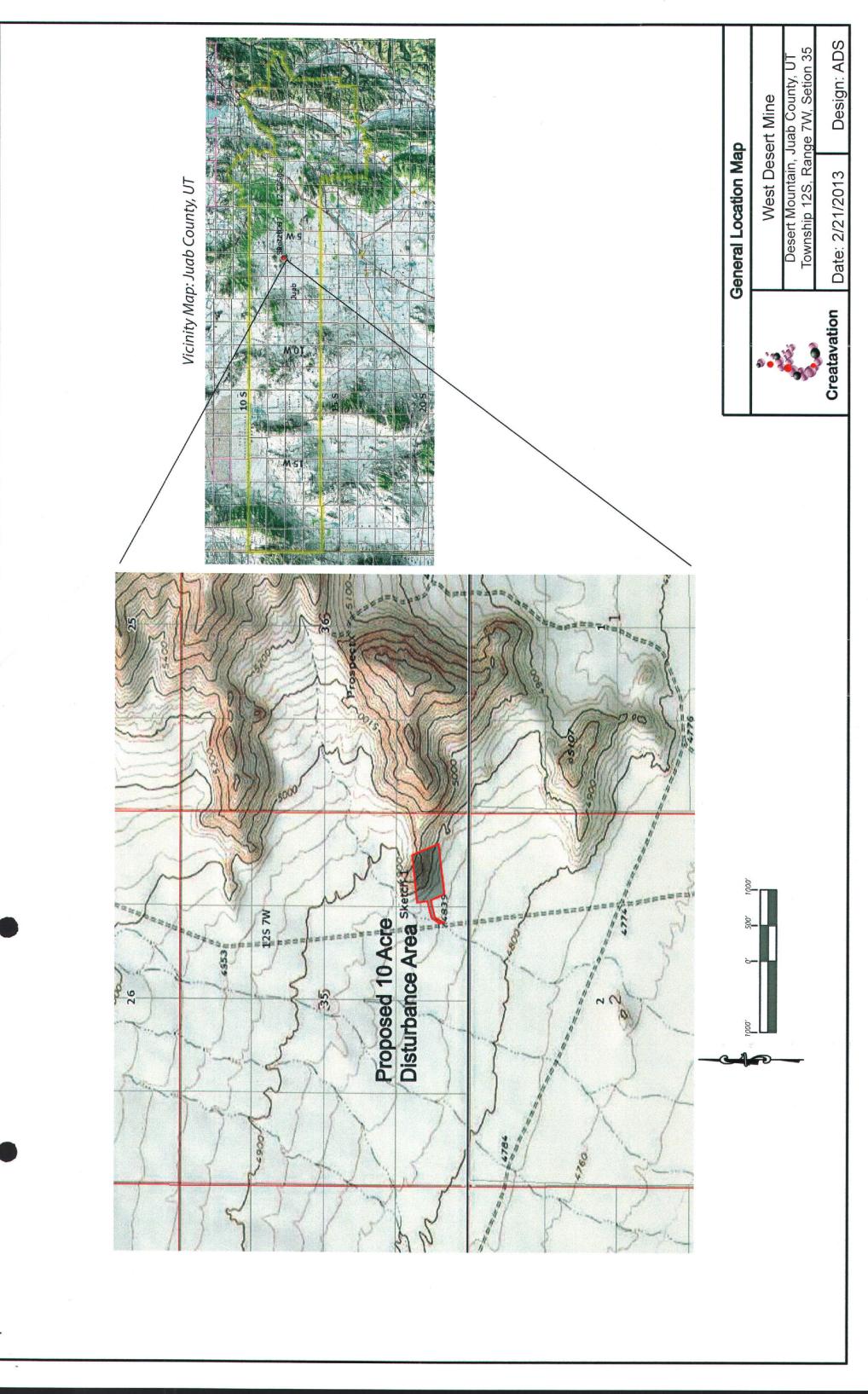
### CERTIFICATION

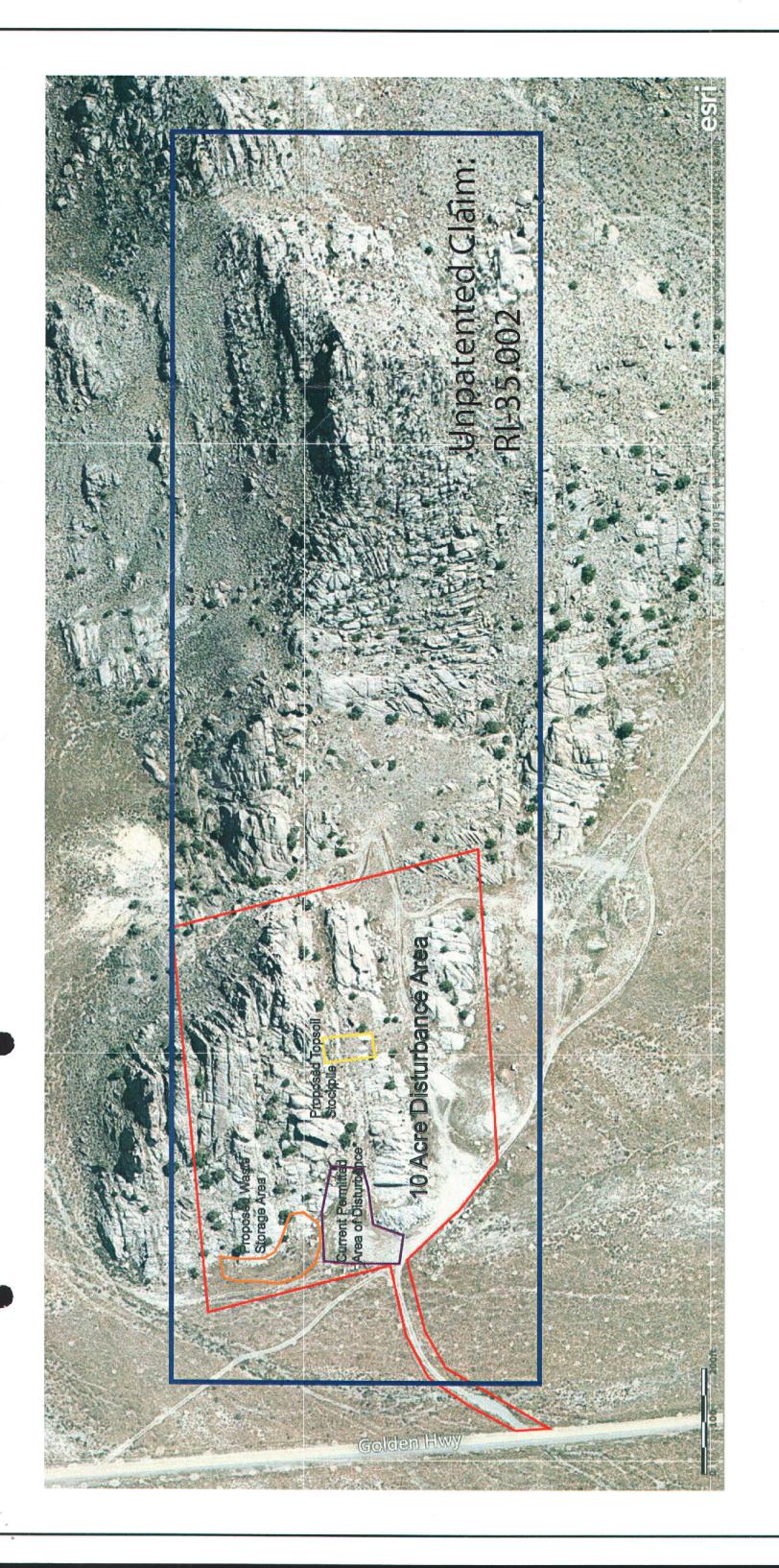
I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- a. I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- c. This certification must be signed by: (1.) an executive officer if the applicant is a corporation; (2.) a partner if applicant is a partnership (general or limited); (3.) the owner if applicant is a sole proprietorship; or (4.) the member or manager if applicant is a limited liability company.

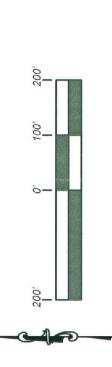
Signature:	Date: 130-13
Name (typed or printed): Jolly Sande	5
Title/Position (if applicable): Mente,	TE MANIAGETE

O:\FORMS\Notices\mr-smo-07252012.doc





\*All visible disturbance on this map, excluding currently permitted disturbance, is pre-existing.



# Proposed 10 Acre Disturbance Area



Desert Mountain, Juab County, UT West Desert Mine

Date: 2/21/2013

Design: ADS